LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **FEBRUARY 13**, **2007**, upon the application of **CHESAPEAKE OPERATING**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston** (**Travis Peak**) **Zone**; **the Cotton Valley "C" Zone**, **Reservoir A**; **the Cotton Valley "D" Zone**; **and the Lower Cotton Valley Formation**, **Reservoir A**, in the Sligo Field, Bossier Parish, Louisiana.

- 1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston (Travis Peak) Zone.
- 2. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley "C" Zone, Reservoir A.
- 3. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley "D" Zone.
- 4. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Lower Cotton Valley Formation, Reservoir A.
- 5. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 6. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate...
- 7. To permit Applicant to combine downhole production from the Hosston (Travis Peak) Zone, the Cotton Valley "C" Zone, Reservoir A; the Cotton Valley "D" Zone; and the Lower Cotton Valley Formation, Reservoir A; or from any combination thereof, in any well drilled on the proposed units in which the interests in the units on which the well is located are identical.
- 8. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 8-B, effective September 1, 1956, as amended and supplemented, and all applicable Statewide Orders, to the proposed additional units for the Hosston (Travis Peak) Zone and the Cotton Valley "D" Zone.
- 9. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 8-C, effective September 1, 1958, as amended and supplemented, and all applicable Statewide Orders, to the proposed additional units for the Cotton Valley "C" Zone, Reservoir A.
- 10. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 8-K, effective October 16, 1990, as amended and supplemented, and all applicable Statewide Orders, to the proposed additional units for the Lower Cotton Valley Formation, Reservoir A.
- 11. To consider such other matters as may be pertinent.

The Hosston (Travis Peak) Zone and the Cotton Valley "D" Zone, were defined in Office of Conservation Order No. 8-B, effective September 1, 1956.

The Cotton Valley "C" Zone, Reservoir A, was defined in Office of Conservation Order No. 8-B-2, effective August 1, 1958.

The Lower Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 8-K, effective October 16, 1990.

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Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 1/9/07;1/12/07 S lck

07-110 thru 07-113

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.